

Calendar Year ("CY") 2006 Bond Cap Allocation

Thursday, January 19, 2006

Pursuant to KRS 103.286 and 200 KAR 15:010, the Kentucky Private Activity Bond Allocation Committee ("the Committee") will be accepting **LOCAL ISSUER POOL** applications for CY2006 volume cap from Monday, January 30, 2006 through Friday March 3, 2006. **STATE ISSUER POOL** applications for CY2006 volume cap will be due Monday, February 6, 2006. The Notice of Intent application to apply for CY2006 volume cap and the above-referenced statutes and corresponding administrative regulations may be found at:

<http://finance.ky.gov/ourcabinet/caboff/OOC/ofm/debt/kpabac.htm>

Any application received after 4:30 p.m. EST on the stated deadlines above will **NOT** be considered for review. Please be advised that the responsibility of meeting the deadline lies with the applicant and not with a courier service. Faxed applications will not be accepted.

The total available volume cap for CY2006 is expected to be approximately \$333,872,400.00. Forty percent (40%), or \$133,548,960.00, will be available to the Local Issuer Pool. Applicants in the Local Issuer Pool are permitted a maximum of ten percent (10%) of the total amount available in the Local Issuer Pool. Sixty percent (60%), or \$200,323,440.00, will be available to the State Issuer Pool. These figures are based on the December 2005 U.S. Census Bureau population estimate for Kentucky (4,173,405) multiplied by the per capita (\$80). If you plan to apply for the maximum amount available within the applicable pool, you can reflect this by stating "Maximum Available" in the "Allocation Requested" section of the Notice of Intent form.

All applications received by the deadline will be reviewed. Local Issuer Pool applications will be ranked based upon the criteria established in 200 KAR 15:010. These rankings will be submitted to the Committee for its use in making allocations among projects. State Issuer Pool applications will be reviewed and presented to the Committee for allocation.

A proposed administrative regulation change to 200 KAR 15:010 has been filed, with an expected hearing date of February 24, 2006. The administrative regulation change intends to increase the amount of volume cap designated to the State Issuer Pool from sixty percent (60%) to eighty percent (80%) while decreasing the amount of cap designated to the Local Issuer pool from forty percent (40%) to twenty percent (20%).

Please contact Rob Ramsey, Jr. at (502) 564-2924 should you have any questions regarding the allocation process for CY2006.